

June 25, 2021

Corporate name	Demaecan Co., Ltd
Representative	Hideo Fujii, President & CEO (JASDAQ Code : 2484)
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## **Notice Regarding the Posting of Extraordinary Losses** **(On a Consolidated/Non-Consolidated Basis)**

Demaecan Co., Ltd (the “Company”) hereby announces that its Board of Directors passed the following resolution at a meeting held on June 25, 2021, to revise the Company’s financial forecasts for the fiscal year ending August 31, 2021 (from September 1, 2020, to August 31, 2021).

### 1. Details of extraordinary losses

The Company will not change its plan of increasing the scale and frequency of its investments and will continue to make strategic investments going forward, despite many uncertainties surrounding the impact of COVID-19 on the Medium-Term Management Plan (from fiscal 2021 to fiscal 2023) still exist at this point in time.

After examining the collectability of medium to long-term business investment assets in light of the Medium-Term Management Plan, however, given the business environment and other factors going forward, the Company decided to post a 1,680 million yen impairment loss on capital investments implemented during the nine months ended of the consolidated fiscal year ending August 31, 2021.